

Walter Creek Heap Leach Project Weekly Review

August 13th, 2008

Dial-in Conference Call: Toronto 1-416-883-0133
Others 1-877-304-7800
Participant Code: 62247#

08/06/2008

KINROSS

HSE Performance

- No injuries this week
- No incidents this week
- No environmental compliance issues this week.

Hours Worked Since Jan 1st

NSC 1,241 hr. this week; 84,535 total

AMI 948 hr. this week; 4,596 total

Merit 180 hr. this week; 2,330 total

KP & Geo Temps hours not updated this week

FGMI 200 hr. this week; 6,400 total

AAA Fence 132 hr. this week; 552 total

GNI hours not updated this week

KINROSS

HSE Performance

- **23 Safety Checks with 11 deficiencies found**
 - Wiring
 - Guards / defined walkways
 - ATV operation procedure
 - PPE, Chocks
- **Breakdown of walkthroughs**
 - CIC building site: 5 walkthroughs, 3 minor deficiencies found
 - Earthworks site: 5 walkthroughs, 1 minor deficiencies found
 - Mobile Lab site: 3 walkthroughs, 0 deficiency found (started a sign out sheet with end of day check for accountability)
 - Fence project site (staging area): 5 walkthroughs, 1 minor deficiencies found
 - Walk through of Screen plant (site 3): 5 walkthroughs, 5 minor deficiencies found
 - All deficiencies were corrected on the spot or a date was set to correct the deficiency
- **0 Incident Reports Filed**
- **Corporate review indicated that AMI's safety record is sufficient**
- **NSC's safety rep is under review**

Construction

- **Comanco scheduled to arrive on site Aug. 27th**
- **Weather continues to hinder progress for placement of subbase as the native slopes are saturated (need to dry before placement)**
 - **22 shifts in July lost due to weather**
 - **Total of 52 shifts lost due to weather since June 1st**
 - **It has rained almost every day in August and there has not been a sufficient break in the weather to place subbase or re-work subbase already placed**
- **Embankment fill is now completed – Final top grading under way**
- **Prepared subbase**
 - **East slope within the pond limit was placed to specification**
 - **After rain it must be repaired and re-compacted**
 - **West slope is staked for subbase placement**
 - **To begin when slope dries out**

Construction

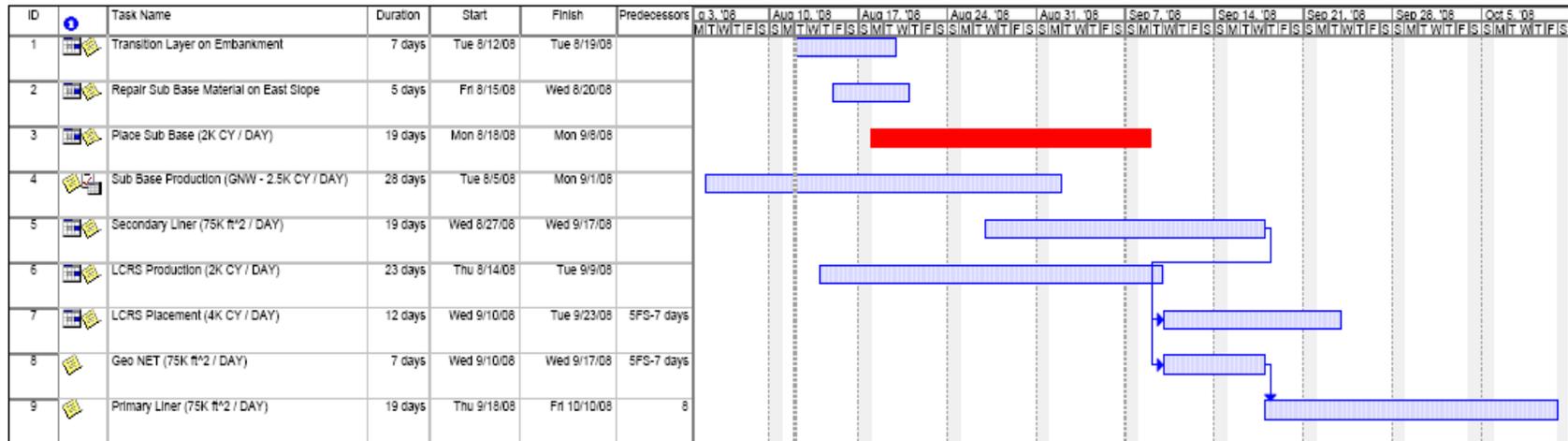
- **Great Northwest began producing subbase August 4th**
 - **Production up to August 11th is 5,577 CY (697 CY per day)**
- **CIC building concrete**
 - **Concrete testing continues to indicate good strengths**
 - **Final wall was Aug 8th**
 - **Electrical room S.O.G. poured Aug.11**
 - **A revised site grading plan for this area is being prepared**
- **Fencing contractor has now placed all posts**
- **A second source for subbase material has been cleared (stage 2, drainage 2 to 3)**
- **To date NSC has not produced LCRS in spec**

3 Week Construction Schedule

ID	Activity	M	T	W	T	F	S	S	M	T	W	T	F	S	S	M	T	W	T	F	S	S
		11	12	13	14	15	16	17	18	19	20	21	22	23	24	25	26	27	28	29	30	31
1	East Slope: Prepared Subbase - Re - compact				—	—	—	—	—													
2	West Slope Prepared Subbase						—	—	—	—	—	—	—	—	—	—						
3	Great North West: Prepare Sub-base	—	—	—	—	—	—	—	—	—	—	—	—	—	—							
4	Embankment Slope Place Subbase																	—	—	—	—	—
5	Embankment Transition Fill Placement as Embankment Progresses - On Going	—	—	—	—	—	—	—	—	—	—	—	—	—								
6	Alaska Mechanical F/R/P - Elect. Room S.O.G	—																				
7	Alaska Mechanical F/R/P - Barren S.O.G	—	—	—	—																	
8	NSC Prepare LCRS (45,000 CY)			—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—
9	Fence Construction	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—
10	Comanco: Secondary Liner Install																	—	—	—	—	—
11	Alaska Mechanical F/R/P - CIC SOG#1		—	—	—	—	—	—	—	—												
12	Alaska Mechanical F/R/P - CIC SOG#2				—	—	—	—	—	—	—	—	—	—								
13	Alaska Mechanical F/R/P - Maintenance Shop SOG								—	—	—	—	—	—								
14	Alaska Mechanical F/R/P - Barren Solution Tank										—	—	—	—	—	—	—	—	—	—	—	—

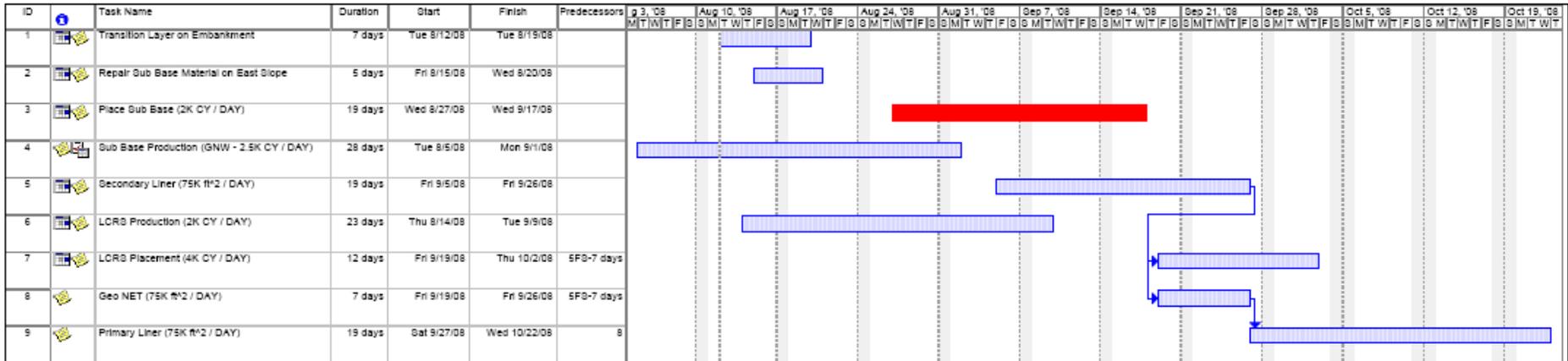


2008 Pad Construction Schedule



August 18th start date for sub base placement

2008 Pad Construction Schedule



August 27th start date for sub base placement



Construction – Pictures

Water from Weekend Rain



Embankment Fill complete – Final Grading Underway



GNW Subbase Stockpile – 6,657 CY



NSC Cleaning Mud from Excavators



Construction – Pictures



Engineering Status

- **Knight Piesold – Engineering & QA Lab**
 - Ongoing QA testing services for;
 - Mill reject over liner – Samples from the mill 3x per week
 - Great Northwest Screening plant – prepared sub-base production - 2x per day
 - North Star Construction LCRS production – 2x per day
 - No Prepared Sub Base placement this week due to rain & muddy Pipeline corridor – in review with FGMI
 - Discussions on modification of LCRS drain aggregate specification to a “Pea gravel” vs the current ½” - #200 – Advantage; “finer” material may increase liner protection level.
- **Mine & Mill**
 - Final electrical and mechanical drawings are in progress.
 - Preg. & Barren pipeline in progress – staked for field verification / final adjustment
 - ALPM shop in progress.